

COOK, YANCEY, KING & GALLOWAY

A PROFESSIONAL LAW CORPORATION

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July 3, 2001

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When calling relative to this
matter, refer to file No. 1016.

Honorable Philip N. Asprodites
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: Hosston A Zone, Reservoir A
Hosston B Zone, Reservoir A
Hosston B Zone
7450' Hosston Sand, Reservoir A
Ada Field
Bienville Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Medallion Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston A Zone, Reservoir A, the Hosston B Zone, Reservoir A, the Hosston B Zone, and the 7450' Hosston Sand, Reservoir A, in the Ada Field, Bienville Parish, Louisiana:

1. To permit KCS Medallion Resources, Inc. to drill, designate and utilize a substitute unit well for HOSS A RA SU00, HOSS B RA SU00, HOSS B ZONE SUN and 7450' HOSS RA SUA at the exceptional location shown on the plats attached hereto and made a part hereof;
2. To establish that the proposed substitute unit well is necessary to recover hydrocarbons underlying HOSS A RA SU00, HOSS B RA SU00, HOSS B ZONE SUN and 7450' HOSS RA SUA that cannot be produced from any other well located on the units;

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3. To name KCS Medallion Resources, Inc. as operator of HOSS A RA SUOO, HOSS B RA SUOO, HOSS B ZONE SUN and 7450' HOSS RA SUA; and
4. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Hosston A Zone, Reservoir A, in the Ada Field, Bienville Parish, Louisiana, was defined insofar as HOSS B RA SUOO is concerned in Office of Conservation Order No. 99-M-21, effective on and after May 23, 1984.

The Hosston B Zone, Reservoir A, in the Ada Field, Bienville Parish, Louisiana, was defined insofar as HOSS B RA SUOO is concerned in Office of Conservation Order No. 99-M-20, effective on and after May 23, 1984.

The Hosston B Zone, in the Ada Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 99-P-2, effective on and after November 14, 1968.

The 7450' Hosston Sand, Reservoir A, in the Ada Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 99-Y, effective on and after March 1, 1976.

The subject matter of this application does not require the issuance of a pre-application notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Gary Leonard, KCS Medallion Resources, Inc., 400 Travis Street, Suite 223, Shreveport, Louisiana 71101, telephone number (318) 425-4789.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to applicant after a diligent search and a copy of this notice, with plat attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the

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Office of Conservation

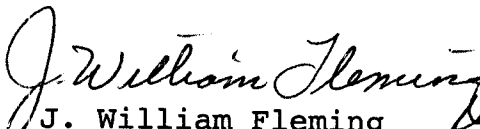
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Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed is the application fee herein.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY


J. William Fleming *By tk*

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties

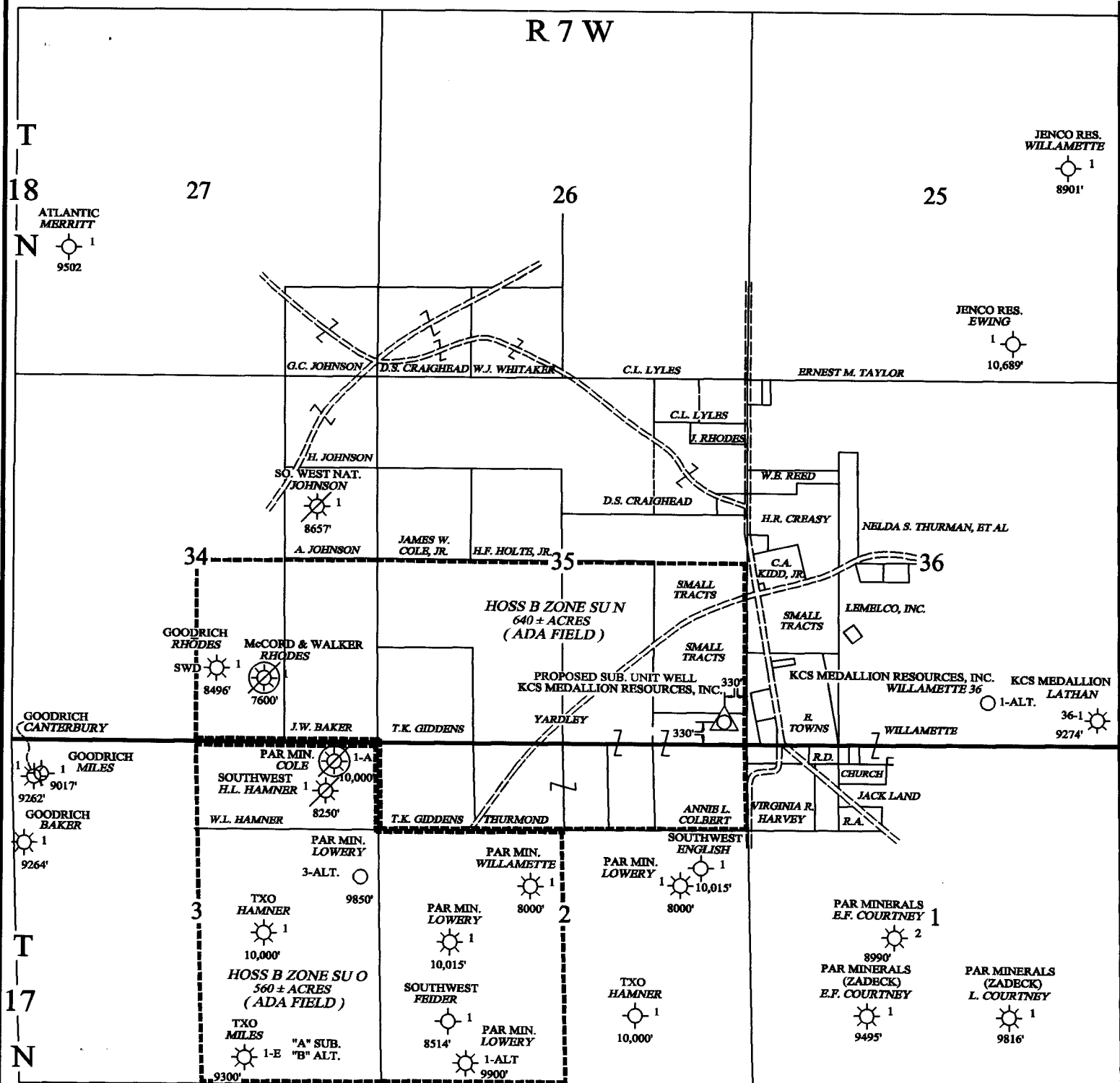


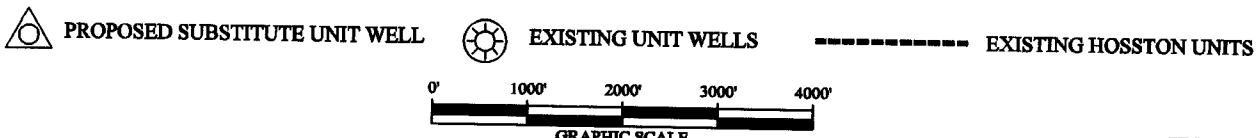
EXHIBIT No. 1

DOCKET No. 01-

KCS MEDALLION RESOURCES, INC. TULSA, OKLAHOMA

ADA FIELD BIENVILLE PARISH, LOUISIANA

PROPOSED SUBSTITUTE UNIT WELL FOR HOSSTON B ZONE SAND UNIT N



GEOL. CRAIG BARCLAY

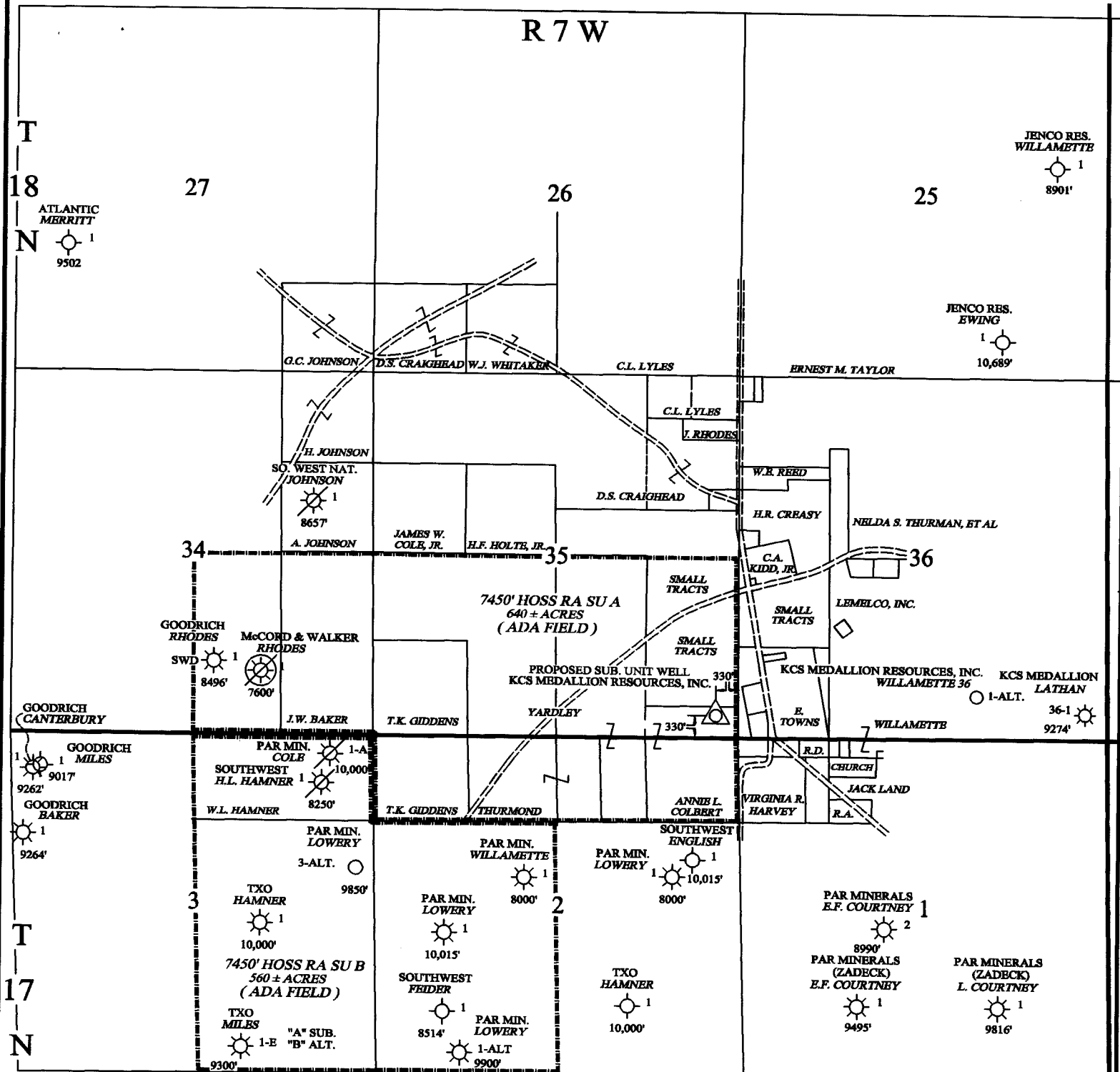


EXHIBIT No. 1

DOCKET No. 01-

KCS MEDALLION RESOURCES, INC. TULSA, OKLAHOMA

ADA FIELD BIENVILLE PARISH, LOUISIANA

PROPOSED SUBSTITUTE UNIT WELL FOR 7450' HOSSON RESERVOIR A SAND UNIT A

 PROPOSED SUBSTITUTE UNIT WELL
  EXISTING UNIT WELLS
  EXISTING HOSSON UNITS



GEOL: CRAIG BARCLAY